

July 5, 2002

Honorable John Clayton  
Director  
Department of Economic Security  
1717 West Jefferson Street  
P.O. Box 6123  
Phoenix, Arizona 85005

Dear Director Clayton:

We have determined that Arizona's application for Fiscal Year (FY) 2002 funds, under Part C of the Individuals with Disabilities Education Act (Part C), can be approved. Therefore, I am enclosing your State's Part C grant award.

The approval is based upon our receipt of your assurances for FY 2002. This includes the assurance from the Department of Economic Security that the statewide system of early intervention services required by Part C and its implementing regulations is in effect.

Part III of the FY 2002 application for Part C funds requested updated information about each State's restricted indirect cost rate. It is our understanding that this Department in 1999 negotiated with your agency an indirect cost rate of 6.82% for the Part C grant. Because we have not received updated information, in order to determine whether such a rate is still appropriate, someone from our Department who works on indirect costs will call the appropriate person in your agency to discuss this issue.

The enclosed grant award for FY 2002 is made with the continued understanding that this Office may, from time to time, require clarification of information within your application and appendices, if necessary. These inquiries are needed to allow us to appropriately carry out our administrative responsibilities related to Part C.

We appreciate your ongoing commitment to the provision of quality early intervention services to infants and toddlers with disabilities and their families.

Sincerely,

Stephanie S. Lee  
Director  
Office of Special Education Programs

Enclosure  
cc: Molly Dries  
Part C Coordinator